

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

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MAR 10 2004

ARIZONA CORPORATION COMMISSION
DIRECTOR OF UTILITIES

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY



W-02784A
Tonto Creek Utility Co.
HC 2 Box 94-G
Payson AZ 855419509

ANNUAL REPORT

FOR YEAR ENDING

12	31	2003
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FOR COMMISSION USE

Ann04	03
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COMPANY INFORMATION

Company Name (Business Name) TONTO CREEK UTILITY CO.

Mailing Address HC 2 Box 94 G
(Street)
PAYSON AZ 85541-9509
(City) (State) (Zip)

928-478-4384 928-478-4384 928-978-9701
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Email Address _____

Local Office Mailing Address SAME
(Street)

(City) (State) (Zip)

Local Office Telephone No. (Include Area Code) _____ **Fax No. (Include Area Code)** _____ **Pager/Cell No. (Include Area Code)** _____

Email Address _____

MANAGEMENT INFORMATION

Management Contact: Pam FISHER (AS OF 11/10/04) SECRETARY / TREAS.
(Name) (Title)

HC 2 Box 94 G PAYSON AZ 85541
(Street) (City) (State) (Zip)

928-478-4384 978-9701
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Email Address velvet77@theriver.com

On Site Manager: JERRY FISHER
(Name)

HC 2 Box 94 G PAYSON AZ 85341
(Street) (City) (State) (Zip)

928-478-4384
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Email Address jfisher@mail.com

☒ Please mark this box if the above address(es) have changed or are updated since the last filing.

Statutory Agent: PAM FISHER
(Name)

HC 2 BOX 94 PRAYSON AZ 85341
(Street) (City) (State) (Zip)

928-478-4384 928-478-4384 928-978-9701
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Attorney: DENNIS OMO TO
(Name)

1107 N BEEHIVE HWY STE B PRAYSON AZ 85341
(Street) (City) (State) (Zip)

928-474-4502
Telephone No. (Include Area Code)

Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

☒ Please mark this box if the above address(es) have changed or are updated since the last filing.

OWNERSHIP INFORMATION

Check the following box that applies to your company:

- | | |
|---|--|
| <input type="checkbox"/> Sole Proprietor (S) | <input checked="" type="checkbox"/> C Corporation (C) (Other than Association/Co-op) |
| <input type="checkbox"/> Partnership (P) | <input type="checkbox"/> Subchapter S Corporation (Z) |
| <input type="checkbox"/> Bankruptcy (B) | <input type="checkbox"/> Association/Co op (A) |
| <input type="checkbox"/> Receivership (R) | <input type="checkbox"/> Limited Liability Company |
| <input type="checkbox"/> Other (Describe) _____ | |

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

- | | | |
|--|-----------------------------------|-----------------------------------|
| <input type="checkbox"/> APACHE | <input type="checkbox"/> COCHISE | <input type="checkbox"/> COCONINO |
| <input checked="" type="checkbox"/> GILA | <input type="checkbox"/> GRAHAM | <input type="checkbox"/> GREENLEE |
| <input type="checkbox"/> LA PAZ | <input type="checkbox"/> MARICOPA | <input type="checkbox"/> MOHAVE |
| <input type="checkbox"/> NAVAJO | <input type="checkbox"/> PIMA | <input type="checkbox"/> PINAL |
| <input type="checkbox"/> SANTA CRUZ | <input type="checkbox"/> YAVAPAI | <input type="checkbox"/> YUMA |
| <input type="checkbox"/> STATEWIDE | | |


COMPANY NAME

TONTOK CREEK UTILITY CO

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization	281	102	
302	Franchises			
303	Land and Land Rights	1000		
304	Structures and Improvements	4000	4000	
307	Wells and Springs	22500	22500	
311	Pumping Equipment	4737	2695	
320	Water Treatment Equipment	500	500	
330	Distribution Reservoirs and Standpipes	11468 11893	11469 3122	
331	Transmission and Distribution Mains	2402	2402	
333	Services			
334	Meters and Meter Installations			
335	Hydrants	14435	5376	
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment	625	625	
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	72842	52797	

This amount goes on the Balance Sheet Acct. No. 108



COMPANY NAME

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization	281.00		0
302	Franchises	0		
303	Land and Land Rights	1,000.00		
304	Structures and Improvements	4,000.00		
307	Wells and Springs	22,500.00		0
311	Pumping Equipment	4,737.00	.05	135.55
320	Water Treatment Equipment	500.00		
330	Distribution Reservoirs and Standpipes	23,362.00	.05	594.64
331	Transmission and Distribution Mains	2,402.00		
333	Services			
334	Meters and Meter Installations	14435.00	.05	755.37
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment	625.00		
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	72,842.00		1485.56

This amount goes on Comparative Statement of Income and Expense _____
Acct. No. 403.

COMPANY NAME

Tonto Creek Utility Co

BALANCE SHEET

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash 1	\$ 3595.80	\$ 4049.09
134	Working Funds	0	0
135	Temporary Cash Investments		
141	Customer Accounts Receivable	↑ 120.88	↑ 501.54
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 4016.	\$ 4550.58
	FIXED ASSETS		
101	Utility Plant in Service	\$ 73842.52	\$ 74514.64
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	51311.33	52796.89
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$ 22531.19	\$ 21,717.75
	TOTAL ASSETS	\$ 26247.87	\$ 26268.33

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

COMPANY NAME

TONTON CREEK UTILITY CO.

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITIES		
231	Accounts Payable	\$ 611.22	\$ 768.70
232	Notes Payable (Current Portion)	7015.77	3072.54
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits		
236	Accrued Taxes	1007.22	1696.00
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	\$	\$
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$	\$
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction	4289.88	3914.88
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$	\$
	TOTAL LIABILITIES	\$	\$
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ 1000.00	\$1000.00
211	Paid in Capital in Excess of Par Value	5493.40	5493.40
215	Retained Earnings	6840.00	10122.81
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ 13334.00	\$ 16816.21
	TOTAL LIABILITIES AND CAPITAL	\$ 26247.87	\$ 26268.33

COMPANY NAME TONTO CREEK UTILITY CO.

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 17,571.27	\$ 17,740.78
460	Unmetered Water Revenue		
474	Other Water Revenues		
	TOTAL REVENUES	\$ 17,571.27	\$ 17,740.78
	OPERATING EXPENSES		
601	Salaries and Wages	\$ 6300.	\$ 5830.
610	Purchased Water		739.05
615	Purchased Power	608.37	868.49
618	Chemicals		
620	Repairs and Maintenance	204.39	373.84
621	Office Supplies and Expense	358.94	574.64
630	Outside Services	575.	1200.
635	Water Testing	434.20	779.20
641	Rents		
650	Transportation Expenses		
657	Insurance – General Liability		
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense		
403	Depreciation Expense	1451.96	1485.56
408	Taxes Other Than Income		
408.11	Property Taxes	1123.08	762.04
409	Income Tax		1056.
	TOTAL OPERATING EXPENSES	\$	\$
	OPERATING INCOME/(LOSS)	\$	\$
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense	717.73	504.72
	TOTAL OTHER INCOME/(EXPENSE)	\$	\$
	NET INCOME/(LOSS)	\$ 4713.64	\$ 3482.21

COMPANY NAME

TONTA CREEK UTILITY CO.

SUPPLEMENTAL FINANCIAL DATA**Long-Term Debt**

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	10-1-98	10-1-98	10-1-98	10-24-98
Source of Loan	Kenney	Hayt	Massey	White
ACC Decision No.	61011	61011	61011	61011
Reason for Loan	Water Tanks	Water Tanks	Water Tanks	Water Tanks
Dollar Amount Issued	\$ 2000.00	\$ 2000.00	\$ 1000.00	\$ 1000.00
Amount Outstanding	\$ 797.65	\$ 797.65	\$ 337.69	\$ 349.61
Date of Maturity	10-08	10-08	10-08	10-08
Interest Rate	.09	.09	.09	.09
Current Year Interest	\$ 85.36	\$ 85.36	\$ 41.54	\$ 42.57
Current Year Principle	\$ 274.64	\$ 274.64	\$ 198.46	\$ 197.43

Meter Deposit Balance at Test Year End

\$ 3914.88

Meter Deposits Refunded During the Test Year

\$ 1375.00

COMPANY NAME

TONTA CREEK UTILITY CO

WATER COMPANY PLANT DESCRIPTION**WELLS**

ADWR ID Number*	Pump Horsepower	Pump Yield (Gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-807245	2	16	29	12	1 1/2	1962

- Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
None		

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
15,000	2	2000	1

COMPANY NAME TONTO CREEK UTILITY CO.

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2	GALV	4900
3	Galv	
4	Galv	4800
5		
6		
8		
10		
12		
1 1/2	Galv 950	
1 1/2	Shed 40	500
2	sched 40	800

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3/4	65
3/4	
1	
1 1/2	
2	
Comp. 3	
Turbo 3	
Comp. 4	
Tubo 4	
Comp. 6	
Tubo 6	

For the following three items, list the utility owned assets in each category.

TREATMENT EQUIPMENT:

None

STRUCTURES:

1 12x24 pump house

OTHER:

COMPANY NAME: TONTO CREEK UTILITY CO

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2003

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD	GALLON PUMPED (Thousands)
JANUARY	57	5 86220	145600
FEBRUARY		show	
MARCH	57	195100	223
APRIL	57	137600	158
MAY	58	153390	330
JUNE	57	153390	172
JULY	59	281320	240
AUGUST	60	178830	180
SEPTEMBER	61	178830	161
OCTOBER	62	123383	160
NOVEMBER	63	107108	127
DECEMBER	65	90202	100
TOTAL		1766132 N/A	1985

Is the Water Utility located in an ADWR Active Management Area (AMA)?

() Yes (x) No

Does the Company have An ADWR Gallons Per Capita Per Day (GPCPD) requirement?

() Yes (x) No

If yes, provide the GPCPD amount: _____

What is the level of arsenic for each well on your system. < .0030 mg/l

(If more than one well, please list each separately)

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME TONTO CREEK UTILITY CO YEAR ENDING 12/31/2003

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2003 was: \$ ~~772.12~~ 762.06

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____

TONTO CREEK UTILITY CO.

HC 2, BOX 94-G
PAYSON, AZ 85541

A 35373,35374

762.061801

DATE

Oct 4 - 2003

91-527-2015
1221

PAY
TO THE
ORDER OF

GILA COUNTY TREASURER

\$762.06

Seven hundred sixty two

DOLLARS

WELLS
FARGO

Wells Fargo Bank Arizona, N.A.
115 E. Hwy 260
Payson, AZ 85541
www.wellsfargo.com

FOR

4436

717.20

Larry J. Hummer

MP

⑈001801⑈ ⑆122105278⑆0703650994⑈

⑈0000076206⑈

6043 85053

OCT - 8 03

10052003 11901331-4

12210527-3

FEDERAL RESERVE BOARD OF GOVERNORS RE

COMPANY NAME TONTO CREEK UTILITY CO YEAR ENDING 12/31/2003

INCOME TAXES

RECEIVED

MAR 10 2004

For this reporting period, provide the following:

Federal Taxable Income Reported 17740.
Estimated or Actual Federal Tax Liability 740.00

Z CORPORATION COMMISSION
DIRECTOR OF UTILITIES

State Taxable Income Reported 17740.
Estimated or Actual State Tax Liability 356.

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances _____
Amount of Gross-Up Tax Collected _____
Total Grossed-Up Contributions/Advances _____

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

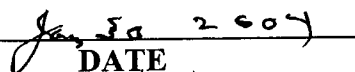
The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.


SIGNATURE
Pam Fisher

Larry M Hamman

PRINTED NAME

PAM FISHER


DATE
3/4/04

Treas

TITLE

NEW TREAS

VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only

RECEIVED

MAR 10 2004

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	<u>GILA</u>
NAME (OWNER OR OFFICIAL) TITLE	<u>PAUL FISHER, PRES AS OF 1/1/04</u>
COMPANY NAME	<u>TONTICREEK UTILITY CO.</u>

ARIZONA CORPORATION COMMISSION
DIRECTOR OF UTILITIES

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
<u>12</u>	<u>31</u>	<u>2003</u>

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2003 WAS:

Arizona IntraState Gross Operating Revenues Only (\$)

\$ 18912.00

(THE AMOUNT IN BOX ABOVE

INCLUDES \$ 1171.00

IN SALES TAXES BILLED, OR COLLECTED

**REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)

Paul Fisher

SIGNATURE OF OWNER OR OFFICIAL

928-478-4384

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

4th

DAY OF

COUNTY NAME	<u>Gila</u>
MONTH	<u>March</u> 2004

Joella Johnson

SIGNATURE OF NOTARY PUBLIC

JOELLA JOHNSON
Notary Public - Arizona
Gila County

MY COMMISSION EXPIRES Oct 17, 2005

VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY

RECEIVED

MAR 10 2004

VERIFICATION

AZ CORPORATION COMMISSION
DIRECTOR OF UTILITIES

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

(COUNTY NAME) <u>GILA</u>	
NAME (OWNER OR OFFICIAL) <u>Pam FISHER</u>	TITLE <u>PRES AS OF 11/1/04</u>
COMPANY NAME <u>TONTO CREEK UTILITY CO.</u>	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION
FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2003

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2003 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 18,912.00

(THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 1,171.00
IN SALES TAXES BILLED, OR COLLECTED

*RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.

Pam Fisher

SIGNATURE OF OWNER OR OFFICIAL

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

4th

DAY OF

NOTARY PUBLIC NAME <u>Jo Johnson</u>	
COUNTY NAME <u>Gila</u>	
MONTH <u>March</u>	YEAR <u>2004</u>

(SEAL) JO JOHNSON
Notary Public - Arizona
MY COMMISSION EXPIRES
17, 2005

X Jo Johnson
SIGNATURE OF NOTARY PUBLIC